

The third quarter Results for the year ended March 31, 2019

February 8, 2019

ROUND ONE corporation

TSE First section

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C.E.O. and President

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Expected date of submission of this report : February 12, 2019.

Expected date of dividend payment : —

(Figures are rounded down to the nearest million yen.)

1. Business Results for the year ended in December 2018. (April 1, 2018 to December 31, 2018)

(1) Operating Results

(% is percentage change comparing to previous term.)

	Sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	¥mn	%	¥mn	%	¥mn	%	¥mn	%
3'rd Quarter 2018.	71,896	4.6	5,254	0.1	5,040	1.3	3,278	7.8
3'rd Quarter 2017.	68,732	9.8	5,250	104.1	4,977	169.0	3,039	421.9

(Note) Comprehensive income 3'rd Quarter 2018 : ¥3,818mn 22.3% 3'rd Quarter 2017 : ¥3,122mn 142.9%

	Earnings per share	Net income per share, fully diluted
	¥	
3'rd Quarter 2018.	34.41	—
3'rd Quarter 2017.	31.91	—

(2) Financial Status

	Total assets	Net assets	Equity ratio	Net assets per share
	¥mn	¥mn	%	¥
3'rd Quarter 2018.	113,092	58,690	51.8	615.07
FY2017 (2018/3)	106,652	56,720	53.1	595.40

(Note) Shareholder's equity 3'rd Quarter 2018. : ¥58,592mn , FY2017 : ¥56,682mn

2.Dividend Payment

	Annual dividend per share				
	1Q	2Q	3Q	Term	Annual
	¥	¥	¥	¥	¥
FY2017 (2018/3)	—	10.00	—	10.00	20.00
FY2018 (2019/3)	—	10.00	—		
FY2018(2019/3)(estimate)				10.00	20.00

(Note) Revision to the latest forecast of dividends: None

3.Consolidated forecasts FY2018. (April 1, 2018 to March 31, 2019)

(% for term is percentage change comparing to previous term , % for quarter is percentage change comparing to the same quarter in previous term.)

	Sales		Operating Income		Ordinary Income		Profit attributable to owners of parent		Earnings per share
	¥mn	%	¥mn	%	¥mn	%	¥mn	%	¥
FY2018(2019/3)	101,400	5.7	11,550	9.6	11,000	7.1	6,320	(24.9)	66.34

(Note) Revision to the latest forecast of business results: None

Note

- (1) The change of the important subsidiary during the term. (Change in consolidation scope in subsidiary.) None
- (2) Accounting methods particularly implemented for quarterly consolidated financial statements. None
- (3) Change in accounting policy, accounting estimate, and retrospective restatement.
- ① Change in accounting standard : None
 - ② Without above ① : None
 - ③ Change in accounting estimate : None
 - ④ Retrospective restatement : None

- (4) Number of shares outstanding during the term (Common stock)

- ① Number of shares issued at the term end. (Include treasury stock)
- ② Number of treasury stock at the term end.
- ③ Number of average stock.

3Q 2018	95,452,914	FY2017	95,452,914
3Q 2018	190,840	FY2017	189,233
3Q 2018	95,262,719	3Q 2017	95,265,205

※ This report is not included in the scope of auditor's quarterly review.

※ Explanation about the appropriate usage of business prospects and other special notes.

- The above-mentioned business forecasts were based on the information available as of the date of the release of this report, no warranty is given as to the realization of the forecasts.
- Future events may cause the actual results to be significantly different from the forecasts.

Consolidated Balance sheet - 1

(million of yen)

Item	Term	End of Previous Term (as of March 31, 2018)	End of 3'rd quarter (as of December 31, 2018)
		Amount	Amount
(Assets)			
Current assets			
Cash and deposits		23,439	20,542
Accounts receivable		932	729
Merchandises		393	467
Supplies		1,470	2,366
Other		2,012	2,156
Current assets total		28,249	26,262
Non-current assets			
Property, plant and equipment			
Buildings and structures		74,446	76,974
Accumulated depreciation		(37,186)	(37,346)
Buildings and structures(Net)		37,260	39,627
Land		5,736	5,736
Leased assets		27,221	31,121
Accumulated depreciation		(13,533)	(14,072)
Leased assets(Net)		13,687	17,048
Other		20,665	26,287
Accumulated depreciation		(14,991)	(17,217)
Other(Net)		5,674	9,070
Property, plant and equipment total		62,358	71,484
Intangible assets		213	621
Investments and other assets			
Deferred tax assets		5,843	5,109
Guarantee deposits		9,758	9,421
Other		228	193
Investments and other assets total		15,830	14,724
Non-current assets total		78,403	86,830
Total assets		106,652	113,092

Note : Figures are rounded down to the nearest million yen.

Consolidated Balance sheet - 2

(million of yen)

Item	Term	End of Previous Term (as of March 31, 2018)	End of 3'rd quarter (as of December 31, 2018)
		Amount	Amount
(Liabilities)			
Current liabilities			
Accounts payable		960	359
Short-term loans payable		920	2,535
Current portion of bonds		935	825
Current portion of long-term loans payable		4,450	3,823
Lease obligations		8,250	9,771
Income taxes payable etc.		1,628	20
Other		7,645	8,712
Current liabilities total		24,791	26,047
Non-current liabilities			
Bonds payable		—	1,675
Long-term loans payable		7,408	6,737
Provision for directors' retirement benefits		271	—
Lease obligations		7,276	8,772
Asset retirement obligations		6,216	6,136
Other		3,967	5,033
Non-current liabilities total		25,141	28,355
Liabilities total		49,932	54,402
(Net assets)			
Shareholder's equity			
Capital stock		25,021	25,021
Capital surplus		22,638	22,638
Retained earnings		9,513	10,886
Treasury shares		(334)	(337)
Shareholder's equity total		56,838	58,209
Accumulated other comprehensive income			
Revaluation reserve for land		(138)	(138)
Foreign currency translation adjustment		(17)	522
Accumulated other comprehensive income total		(156)	383
Share acquisition rights		37	97
Net assets total		56,720	58,690
Total liabilities and net assets		106,652	113,092

Note : Figures are rounded down to the nearest million yen.

Consolidated Income Statement

(million of yen)

	Previous 3'rd quarter From April 1, 2017 to December 31, 2017	Current 3'rd quarter From April 1, 2018 to December 31, 2018
	Amount	Amount
Net sales	68,732	71,896
Cost of sales	61,828	64,429
Gross profit	6,903	7,466
Selling, general and administrative expenses	1,653	2,212
Operating income	5,250	5,254
Non-operating income		
Interest and dividend income	12	13
Other	128	174
Non-operating income total	140	188
Non-operating expenses		
Interest expenses	382	346
Other	31	56
Non-operating expenses total	414	402
Ordinary income	4,977	5,040
Extraordinary losses		
Loss on retirement of non-current assets	325	336
Loss on sales of non-current assets	—	75
Extraordinary losses total	325	411
Pretax net income for the current term	4,651	4,628
Income taxes - current	745	478
Income taxes - deferred	866	871
Total income taxes	1,611	1,349
Profit	3,039	3,278
Profit attributable to owners of parent	3,039	3,278

Note : Figures are rounded down to the nearest million yen.

Quarterly Consolidated Statement of Comprehensive income

(million of yen)

	Previous 3'rd quarter From April 1, 2017 to December 31, 2017	Current 3'rd quarter From April 1, 2018 to December 31, 2018
Profit	3,039	3,278
Other comprehensive income		
Foreign currency translation adjustment	82	539
Total other comprehensive income	82	539
Quarterly comprehensive income	3,122	3,818
(Detail)		
Comprehensive income attributable to owner of the parent	3,122	3,818
Comprehensive income attributable to non-controlling interests	—	—

Note : Figures are rounded down to the nearest million yen.